Army Contracting Cost in Cents per Dollar Purchase

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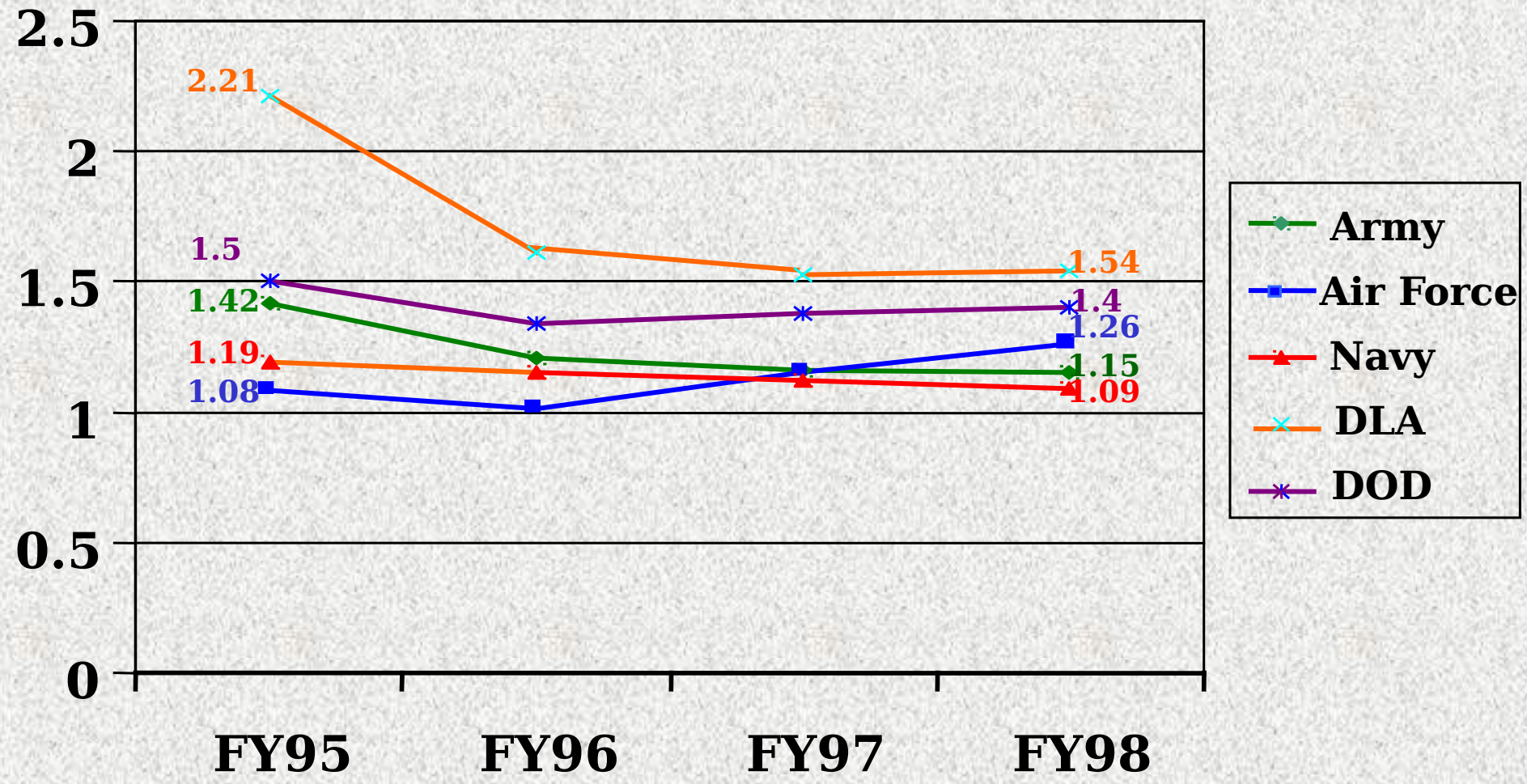
DOD Formula for Cost to Purchase Metric

Purchasing Operation Expense
Value of Contract Obligations

- **Purchasing operation Expense - Total Contracting Workforce Salaries & Benefits**
- **Value of Contract Obligations - Total Obligations Reported on DD 350 & DD1057**

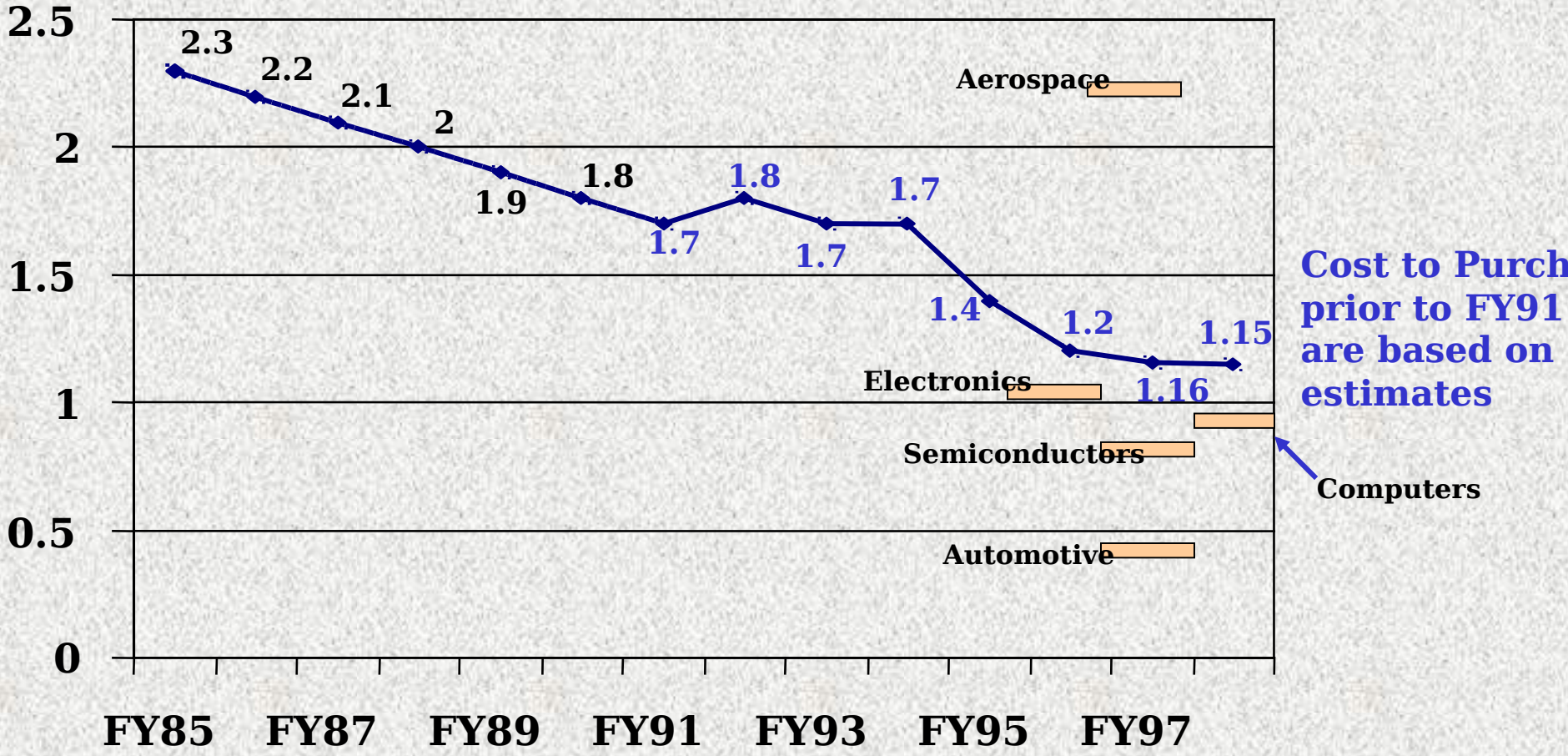
DOD Cost to Purchase

(cents to purchase $1)

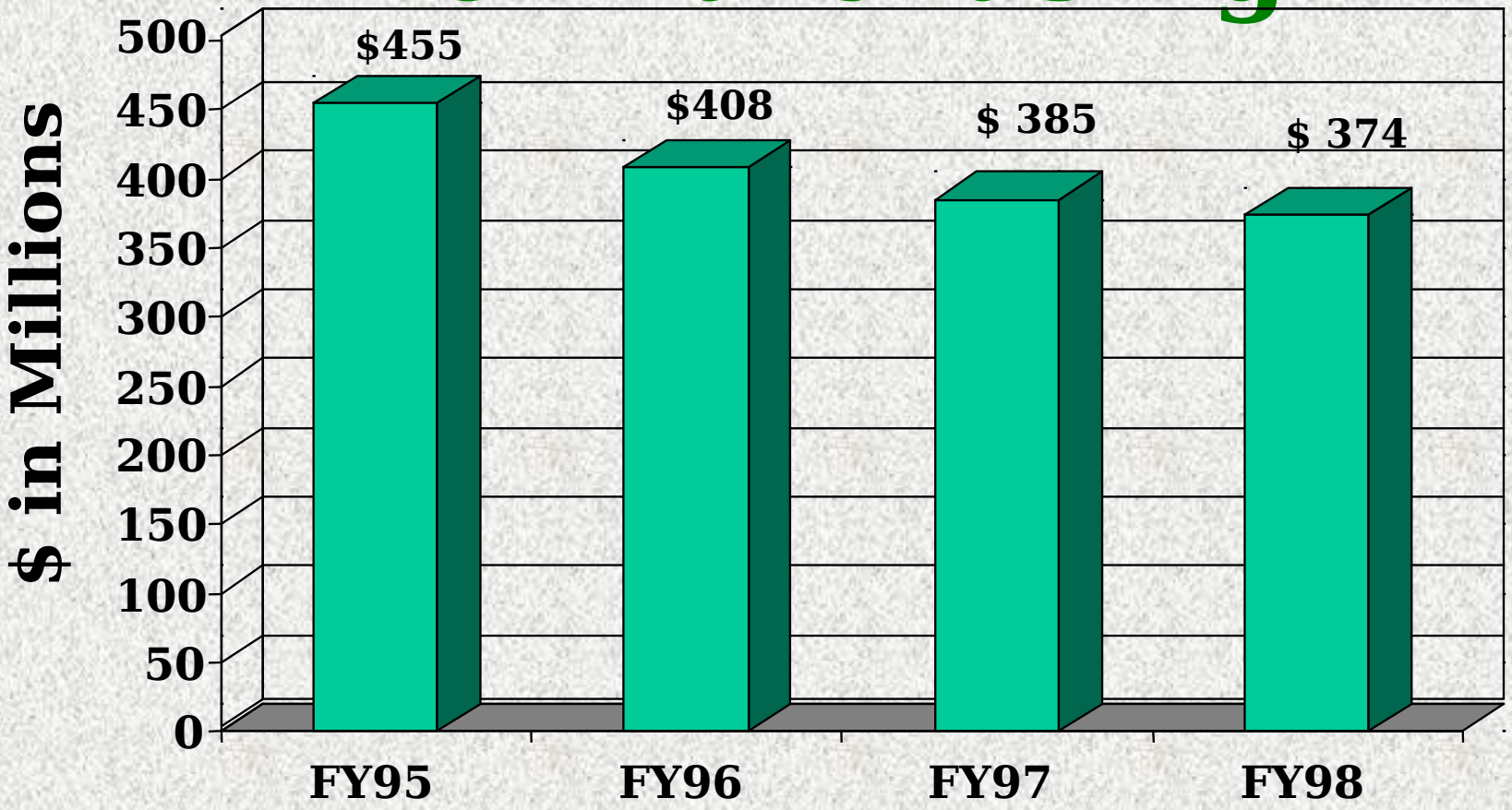


ARMY Cost to Purchase

(cents to purchase $1)

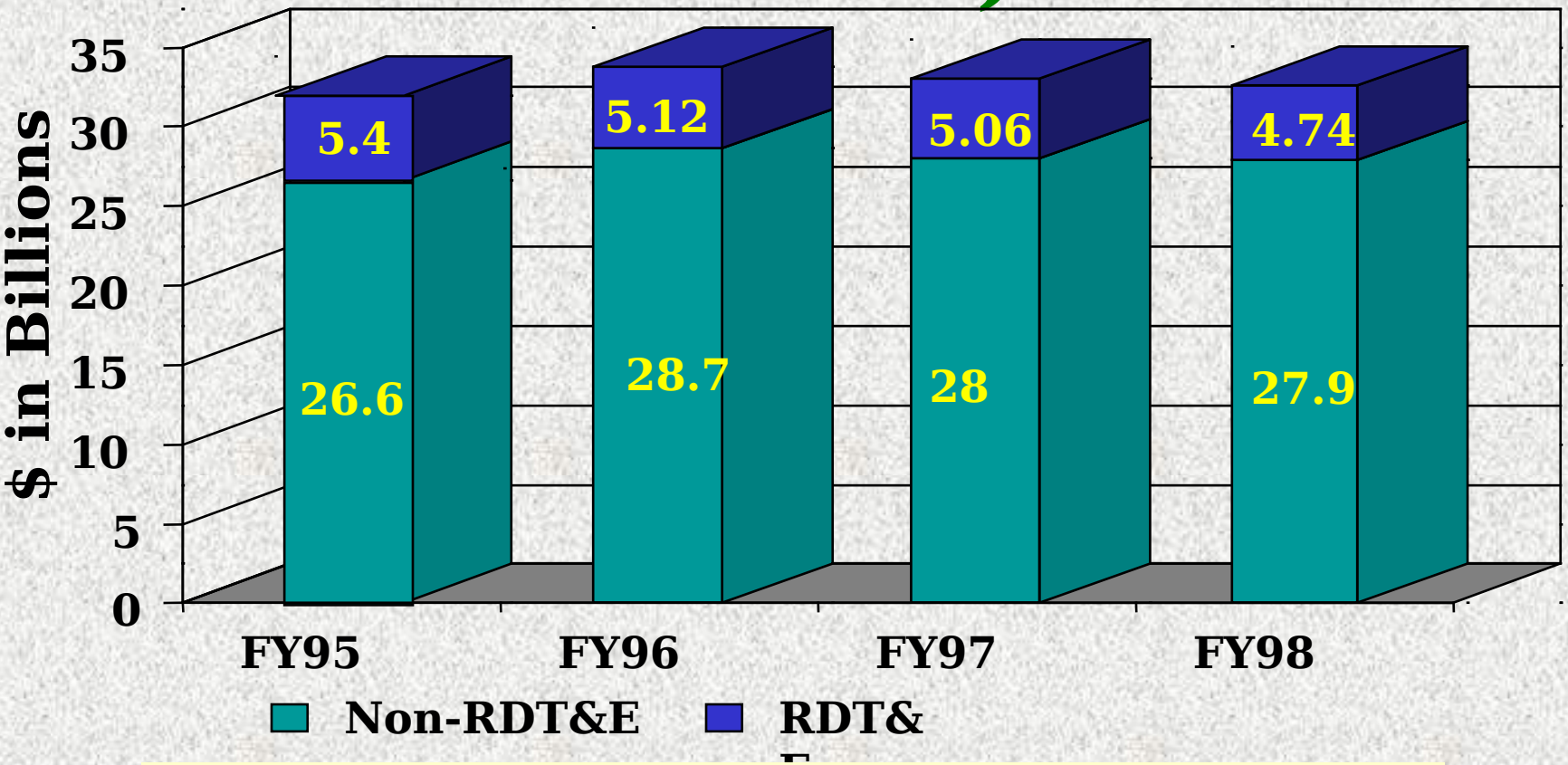


ARMY Operating Expenses For Purchasing



Operational costs have declined each Fiscal Year

Army Obligated Purchasing Dollars (RDT&E vs. Non-RDT&E)



Non-RDT&E Value Remained Flat While RDT&E Value is Slowly Declining

Army Contracting TDA Reduction Plan

- **FY95 Strength** **9,482**
- **Total Reduction Planned** **2,182**

E/S/M FAA	**670**	
Internal Cuts		**1,186**
HQDA FAA		**68**
BRAC 1995		**133**
POM 99-03		**125**

- **FY01 Target End Strength** **7,300**
- **FY98 Strength** **7,257**

E/S/M - Equipment/Supply/Maintenanc